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## FEDERAL COMMUNICATIONS COMMISSION CKET FILE COPY ORIGINAL WASHINGTON, D.C. 20554

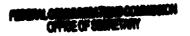
May 18, 1994

IN REPLY REFER TO:

## RECEIVED

Honorable Sam Nunn United States Senator 75 Spring Street, S.W., Suite 1700 Atlanta, Georgia 30303

JUN 1 7 1994



Dear Senator Nunn:

This is in reply to your letter of March 18, 1994, on behalf of your constituent Mr. Maitland R. Wells. Mr. Wells is concerned about whether the Commission will set aside portions of the spectrum specifically for women and minority-owned small businesses and rural telephone companies, as it implements the competitive bidding provisions of the recently enacted Omnibus Budget Reconciliation Act of 1993 (OBRA). Your letter was referred to me as Chief of the Personal Communications Systems (PCS) Task Force for the Commission.

On March 8, 1994, the Commission adopted a <u>Second Report and Order</u> in Docket No. 93-253. That proceeding established a general menu of tools designed to assist small businesses, businesses owned by minority groups and women, and rural telephone companies, entities identified by the Congress as requiring special consideration by the Commission (the "designated entities").

Although the Commission stated that it would, in appropriate circumstances, set aside certain blocks of spectrum for which only designated entities could apply, it indicated that it would address set-asides in subsequent orders that relate to specific services, such as broad band PCS. This measure will further Congress' objective of promoting economic opportunity and competition by disseminating licenses among a wide variety of applicants, including the designated entities.

Ralph A. Haller

Chief, PCS Task Force

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## United States Senate

COMMITTEE ON ARMED SERVICES WASHINGTON, DC 20510-6050

March 18, 1994

Ms. Laura J. Belvin, Acting Director Office of Legislative Affairs Federal Communications Commission 1919 M Street, NW 20554 Washington, D.C.

Dear Ms. Belvin:

I recently received the enclosed inquiry from one of my constituents. Please review the matter thoroughly, in accordance with established policies and procedures, and provide me with a full report.

I look forward to hearing from you in the very near future.

Sincerely,

Sam Nunn

Enclosure

SN/pmm

PLEASE REPLY TO: 75 Spring Street, S.W. Suite 1700 Atlanta, Ga. 30303 Attn: Patricia Murphy



From: Maitland R Wells

Questions? Call (404) 590 7029

Fax (404) 499 '6 4 Ma et a GA 30068

Address Washington, DC

Date: February 21, 1994

Time: 10:43 AM

Pager Face (including this one) 2

Message: See Attached Latter

Maitland R. V

917 Bridgeuste THE VISCOURSE TEXTS Manetta

February 21, 1994

Senator Carol Mosley-Br Washington DC

Dear Senator Mosley-Braun, 

The Omnibus Budget Recordination Act enacted on August 10, 1993, authorized the Fick ral Communications Commission to use competitive bidding procedures to award Personal Communications Services (PCS) licenses. The Act contained provisions for a portion of the spectrum to be alle a ed specifically for a women and monorty small business and ru al teles set aside preference program.

The set aside program offers this group its only hope of bein conton tive in the anticipated hidding priviles and the only possibility of participating in the projected \$200 billion information Super High way indus ry 

It has been brought to my attention by contacts in the Eden Commission that obby 

for big business have initiated an intense campaign to cause at the small business set aside provisions of

If they are successful in their efforts, it would violate the lett rund the very spirit of the Act, that preventing participation in this industry by women and mino to avoid small businesses and ciral election Other negative consequences would be

Reduced competition in the industry

Reduced funds derived from the auction

Increased cost of services to the consumer

4. Reduction in the creative usage of the specific in the control of the specific in th

The interests of women, minority and rural gours will not be represented

Today, small business is the backbone of the U.S. econom Small businesses have created by far the highest percentage of new jobs during the past fifteen year, and will continue to do so in the foresee the future. Another issue to be considered is that while minorities represent 20% of the population they count it less than 1% of FCG licensess Aithough I have no hard statistics; it is reasonable to believe that women a e equally discriminated against in this industry. Women and minorities represent the majority of the vetting public, and you should therefore pay particular attention to protecting their interests.

Please do not let big business once again circumvent the spirit and letter of the law to the detriment of consumers and other less influential segments of the population. It would be tragic if consumers were prevented from enjoying the benefits derived from this or stive, energetic, competitive and respondite group for no other reason than to satisfy the greed of big busi ess

Maitland R. Wells